

Description	2016/17	2017/18	2018/19	Current Year 2019/20			2020/21 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
R thousands									
Financial Performance									
Property rates	455 092	492 309	512 886	578 654	558 654	558 654	584 108	628 700	672 297
Service charges	951 040	938 327	905 350	1 172 984	1 087 798	1 087 798	1 170 018	1 238 828	1 326 790
Investment revenue	21 576	18 700	10 002	15 000	7 500	7 500	10 000	13 000	15 000
Transfers recognised - operational	165 337	172 480	192 110	230 509	229 959	229 959	224 542	239 418	257 397
Other own revenue	198 630	242 937	213 287	206 465	217 646	217 646	223 893	228 053	226 893
Total Revenue (excluding capital transfers and contributions)	1 791 676	1 864 753	1 833 635	2 203 612	2 101 557	2 101 557	2 212 561	2 348 000	2 498 378
Employee costs	567 317	647 309	688 565	770 966	759 166	759 166	814 281	868 721	917 868
Remuneration of councillors	25 011	28 409	28 388	31 753	31 753	31 753	33 023	35 169	37 280
Depreciation & asset impairment	60 291	63 603	61 697	71 600	71 600	71 600	73 550	78 738	83 673
Finance charges	27 789	27 213	26 250	24 661	25 161	25 161	23 542	22 342	20 989
Materials and bulk purchases	613 714	690 184	713 567	808 725	814 175	814 175	837 926	886 640	957 780
Transfers and grants	7 984	9 325	3 940	7 670	4 170	4 170	6 060	6 188	6 414
Other expenditure	320 227	385 609	338 579	478 836	385 331	385 331	404 645	429 469	447 288
Total Expenditure	1 622 333	1 851 652	1 860 987	2 194 210	2 091 355	2 091 355	2 193 028	2 327 266	2 471 291
Surplus/(Deficit)	169 344	13 101	(27 352)	9 402	10 202	10 202	19 534	20 734	27 087
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	89 523	204 933	197 254	157 285	172 136	172 136	116 556	121 639	133 708
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions) & Transfers and subsidies - capital (in-kind - all)	-	4 561	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	258 866	222 595	169 902	166 687	182 338	182 338	136 090	142 373	160 795
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) for the year	258 866	222 595	169 902	166 687	182 338	182 338	136 090	142 373	160 795
Capital expenditure & funds sources									
Capital expenditure	119 691	244 839	207 827	184 285	189 636	189 636	140 056	136 639	157 708
Transfers recognised - capital	89 523	204 933	177 023	157 285	172 136	172 136	116 556	121 639	133 708
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	30 168	39 905	30 804	27 000	17 500	17 500	23 500	15 000	24 000
Total sources of capital funds	119 691	244 839	207 827	184 285	189 636	189 636	140 056	136 639	157 708
Financial position									
Total current assets	1 355 405	1 479 819	1 558 312	1 619 236	1 629 536	1 629 536	1 891 892	2 032 883	2 168 287
Total non current assets	1 686 169	1 831 391	2 003 899	2 075 799	2 081 150	2 081 150	2 148 181	2 183 267	2 248 174
Total current liabilities	266 704	360 745	427 030	276 208	276 208	276 208	491 084	521 224	553 848
Total non current liabilities	426 578	441 306	456 122	448					

NC091 Sol Plaatje - Table A4 Budgeted Financial Performance (revenue and expenditure)

Description	Ref	2016/17	2017/18	2018/19	Current Year 2019/20			2020/21 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
R thousand	1									
Revenue By Source										
Property rates	2	455 092	492 309	512 886	578 654	558 654	558 654	584 108	628 700	672 297
Service charges - electricity revenue	2	594 267	603 857	552 454	763 527	701 052	701 052	766 232	808 855	869 669
Service charges - water revenue	2	236 344	227 137	236 691	286 042	269 832	269 832	278 626	297 205	316 742
Service charges - sanitation revenue	2	68 610	62 103	67 424	69 517	65 866	65 866	71 175	74 941	78 301
Service charges - refuse revenue	2	51 820	45 229	48 780	53 898	51 048	51 048	53 984	57 827	62 078
Rental of facilities and equipment		10 025	10 566	11 092	11 810	11 810	11 810	12 440	13 186	13 912
Interest earned - external investments		21 576	18 700	10 002	15 000	7 500	7 500	10 000	13 000	15 000
Interest earned - outstanding debtors		130 078	174 794	141 429	137 940	147 940	147 940	154 000	154 042	148 815
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		19 915	21 830	36 982	26 805	35 305	35 305	33 345	35 346	37 290
Licences and permits		2 801	5 312	6 319	4 764	4 764	4 764	6 100	6 405	6 757
Agency services		6 975	5 539	576	-	-	-	-	-	-
Transfers and subsidies		165 337	172 480	192 110	230 509	229 959	229 959	224 542	239 418	257 397
Other revenue	2	26 177	24 895	16 309	25 146	17 827	17 827	18 008	19 074	20 119
Gains		2 659	-	579	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		1 791 676	1 864 753	1 833 635	2 203 612	2 101 557	2 101 557	2 212 561	2 348 000	2 498 378
Expenditure By Type										
Employee related costs	2	567 317	647 309	688 565	770 966	759 166	759 166	814 281	868 721	917 868
Remuneration of councillors		25 011	28 409	28 388	31 753	31 753	31 753	33 023	35 169	37 280
Debt impairment	3	190 195	235 825	205 848	226 000	222 000	222 000	249 000	264 200	276 816
Depreciation & asset impairment	2	60 291	63 603	61 697	71 600	71 600	71 600	73 550	78 738	83 673
Finance charges		27 789	27 213	26 250	24 661	25 161	25 161	23 542	22 342	20 989
Bulk purchases	2	491 966	501 334	554 438	617 500	631 500	631 500	672 500	712 750	772 190
Other materials	8	121 748	188 850	159 130	191 225	182 675	182 675	165 426	173 890	185 590
Contracted services		42 170	53 354	42 342	51 605	43 005	43 005	44 948	47 553	50 082
Transfers and subsidies		7 984	9 325	3 940	7 670	4 170	4 170	6 060	6 188	6 414
Other expenditure	4, 5	87 862	94 275	90 235	201 231	120 327	120 327	110 697	117 715	120 389
Losses		-	2 154	154	-	-	-	-	-	-
Total Expenditure		1 622 333	1 851 652	1 860 987	2 194 210	2 091 355	2 091 355	2 193 028	2 327 266	2 471 291
Surplus/(Deficit)		169 344	13 101	(27 352)	9 402	10 202	10 202	19 534	20 734	27 087
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		89 523	204 933	197 254	157 285	172 136	172 136	116 556	121 639	133 708
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)	6	-	4 561	-	-	-	-	-	-	-
Transfers and subsidies - capital (in-kind - all)		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		258 866	222 595	169 902	166 687	182 338	182 338	136 090	142 373	160 795
Taxation		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		258 866	222 595	169 902	166 687	182 338	182 338	136 090	142 373	160 795
Attributable to minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		258 866	222 595	169 902	166 687	182 338	182 338	136 090	142 373	160 795
Share of surplus/ (deficit) of associate	7	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) for the year		258 866	222 595	169 902	166 687	182 338	182 338	136 090	142 373	160 795

NC091 Sol Plaatje - Supporting Table SA14 Household bills

Description	Ref	2016/17	2017/18	2018/19	Current Year 2019/20			2020/21 Medium Term Revenue & Expenditure Framework			
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2020/21 % incr.	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
Rand/cent											
Monthly Account for Household - 'Middle Income Range'	1										
Rates and services charges:											
Property rates		497,72	525,10	556,60	501,01	501,01	501,01	6,4%	533,07	573,74	613,50
Electricity: Basic levy		–	–	–	–	–	–	–	–	–	–
Electricity: Consumption		1 843,70	1 862,57	1 591,45	2 094,95	2 094,95	2 094,95	(7,6%)	1 935,31	2 042,91	2 196,54
Water: Basic levy		–	–	–	–	–	–	–	–	–	–
Water: Consumption		471,84	497,81	527,04	558,69	558,69	558,69	5,5%	589,42	628,73	670,04
Sanitation		108,63	114,61	121,42	129,32	129,32	129,32	5,5%	136,43	143,65	150,08
Refuse removal		77,51	81,77	86,68	92,32	92,32	92,32	6,5%	97,39	104,33	112,00
Other		–	–	–	–	–	–	–	–	–	–
sub-total		2 999,40	3 081,86	2 883,19	3 376,29	3 376,29	3 376,29	(2,5%)	3 291,62	3 493,36	3 742,16
VAT on Services		350,23	360,16	382,90	428,52	428,52	428,52	–	413,78	437,94	469,30
Total large household bill:		3 349,63	3 442,02	3 266,09	3 804,81	3 804,81	3 804,81	(2,6%)	3 705,40	3 931,30	4 211,46
% increase/-decrease			2,8%	(5,1%)	10,5%	9,0%	–		(2,6%)	6,1%	7,1%
Monthly Account for Household - 'Affordable Range'	2										
Rates and services charges:											
Property rates		352,40	371,79	394,09	354,73	354,73	354,73	6,4%	377,43	406,22	434,38
Electricity: Basic levy		–	–	–	–	–	–	–	–	–	–
Electricity: Consumption		862,67	878,89	646,58	932,15	932,15	932,15	(7,6%)	861,13	909,01	977,37
Water: Basic levy		–	–	–	–	–	–	–	–	–	–
Water: Consumption		372,24	392,77	415,79	440,79	440,79	440,79	5,5%	465,03	496,05	528,64
Sanitation		108,63	114,61	121,42	129,32	129,32	129,32	5,5%	136,43	143,65	150,08
Refuse removal		77,51	81,77	86,68	92,32	92,32	92,32	5,5%	97,39	104,33	112,00
Other		–	–	–	–	–	–	–	–	–	–
sub-total		1 773,45	1 839,83	1 664,56	1 949,31	1 949,31	1 949,31	(0,6%)	1 937,41	2 059,26	2 202,46
VAT on Services		198,95	205,53	224,48	236,09	236,09	236,09	–	234,00	247,96	265,21
Total small household bill:		1 972,40	2 045,36	1 889,04	2 185,40	2 185,40	2 185,40	(0,6%)	2 171,41	2 307,22	2 467,68
% increase/-decrease			3,7%	(7,6%)	6,8%	3,3%	–		(0,6%)	6,3%	7,0%
Monthly Account for Household - 'Indigent'	3										
Household receiving free basic services											
Rates and services charges:											
Property rates		207,08	218,47	231,58	208,45	208,45	208,45	6,4%	221,79	238,71	255,25
Electricity: Basic levy		–	–	–	–	–	–	–	–	–	–
Electricity: Consumption		432,41	440,54	293,89	499,98	499,98	499,98	(23,0%)	384,91	406,31	436,87
Water: Basic levy		–	–	–	–	–	–	–	–	–	–
Water: Consumption		247,69	261,39	276,65	293,31	293,31	293,31	5,5%	309,44	330,08	351,76
Sanitation		–	–	–	–	–	–	–	–	–	–
Refuse removal		–	–	–	–	–	–	–	–	–	–
Other		–	–	–	–	–	–	–	–	–	–
sub-total		887,18	920,40	802,12	1 001,74	1 001,74	1 001,74	(8,5%)	916,14	975,10	1 043,88
VAT on Services		95,22	98,27	85,58	102,12	102,12	102,12	–	104,15	110,46	118,29
Total small household bill:		982,40	1 018,67	887,70	1 103,86	1 103,86	1 103,86	(7,6%)	1 020,29	1 085,56	1 162,18
% increase/-decrease			3,7%	(12,9%)	8,4%	24,4%	–		(7,6%)	6,4%	7,1%

The capital is made up of grant funding of R116 556 000 and internal funding of R23 500 000 which gives a total budget of R140 056 000.

Capital Expenditure on allocations and Grant Programmes 2020/21		
Name of Grant	Amount Gazetted	Project/s Funded by Grant
IUDG	R 8 000 000	Upgrade Gravel Roads
IUDG	R 26 455 000	Lerato Park Sewer Upgrade Downstream
IUDG	R 5 500 000	Paved Roads Galeshewe
IUDG	R 5 000 000	Sewer Pipes various wards
IUDG	R 1 000 000	Township Establishment
IUDG	R 5 000 000	Water Pipe Upgrading
Grand Total	R 50 955 000	
Name of Grant	Gazetted	Project Funded by Grant
NDPG	R 20 000 000	Stormwater Upgrades Galeshewe
Grand Total	R 20 000 000	
Name of Grant	Amount Gazetted	Project Funded by Grant
Water Services Infrastructure Grant	R 20 000 000	Carter's Glen Pump Station
Water Services Infrastructure Grant	R 5 943 000	Reconstruction of old Sink Toilets Kutlwanong
Grand Total	R 25 943 000	
Name of Grant	Amount Gazetted	Project Funded by Grant
INEP	R 12 150 000	Lerato Park Electricity
INEP	R 6 008 000	Lerato Park Link Services Network Strengthening
INEP	R 1 500 000	Upgrading of Hadison Park 66/11kv Substation pre-engineering
Grand Total	R 19 658 000	
Total Capital Grants	R 116 556 000	

The following projects are funded through internally generated funds:

Project	Budget 2020/2021
Reconstruction of zinc toilets	R8 500 000
Fleet replacement	R2 000 000
Replacement of computer equipment	R2 000 000
Furniture and equipment municipal wide	R2 000 000
Replacement of water meters	R3 000 000
Replacement of prepaid meters	R3 000 000
Herlear 11Kv switchgear	R3 000 000
Total	R23 500 000

The proposed tariff increases in the table below are averages for services. The municipality attempted to reduce tariff increases as close to the projected CPI targets as can be seen that proposed tariffs increase are actually less than the prior financial year.

Revenue category	2019/20	2020/21	2021/22	2022/23
	Tariffs			
Rates	6,00%	5,50%	7,63%	6,93%
Electricity	11,40%	6,22%	5,56%	7,52%
Water	6,00%	5,50%	6,67%	6,57%
Waste water (Sanitation)	6,50%	5,50%	5,29%	4,48%
Waste management (Refuse removal)	7,50%	5,50%	7,12%	7,35%
Average tariff increases/Municipal CPI	8,36%	5,82%	6,45%	6,57%

Macro-economic forecasts	2019/20	2020/21	2021/22	2022/23
CPI Inflation	4.1%	4.5%	4.6%	4.6%
Real GDP Growth	0.3%	0.9%	1.3%	1.6%

Below is an example of number of units received for R100 purchases of electricity:

Electricity Tariffs - Residential household	2019/20	2020/21			2019/20	2020/21
	R-Value (c/Kwh)	R-Value (c/Kwh)	% Increase	R-Value Increase (c/Kwh)	Number of units per R100	Number of units per R100
Block 1 (0 - 350 Kwh)	1,6666	1,7703	6,22%	0,1037	60,0	56,5
Block 2 (> 350 Kwh)	2,3255	2,4701	6,22%	0,1446	43,0	40,5